

ITEM #18B
WORKERS' COMPENSATION BOND (\$11690 - 11719)

Premium charged for this bond is \$_____

Know All Men by These Presents:

That the undersigned _____, a corporation, created, organized and existing under and by virtue of the laws of _____, an insurer transacting the business of Workers' Compensation Insurance within the State of California, as principal, and _____, a corporation, organized and existing under the laws of the State of _____, a surety insurer authorized to transact the business of suretyship in the State of California, as surety, are held and firmly bound unto Charles W. Quackenbush, Insurance Commissioner of the State of California, and to his successors in such office, as trustee for the beneficiaries of awards of compensation rendered by the Workers' Compensation Appeals Board of the State of California, in the penal sum of _____ Dollars (\$_____), for which payment well and truly to be made, we hereby bind ourselves and our successors and assigns, jointly and severally, firmly by these payments.

THE CONDITIONS OF THIS OBLIGATION ARE SUCH THAT:

If the said principal shall pay any award, or if more than one, then all awards which shall be rendered against it by the Workers' Compensation Appeals Board of the State of California, within 30 days after the same becomes or become final, and, if the principal shall, also, to the extent of its liability as a reinsurer, pay the amount of any award, or if more than one award, then all awards which shall be rendered by the Workers' Compensation Appeals Board against any other insurer reinsured by said principal, within 30 days after the same become or becomes final, then the above obligation shall be void; otherwise to remain in full force and effect.

And it is expressly understood and agreed that in the event that said principal shall fail to pay any such award or awards which shall be rendered against it by said Workers' Compensation Appeals Board within 30 days after the same becomes or become final, the said surety will forthwith pay to the extent of its liability under this bond said award or awards to said Insurance Commissioner, or to its successors in such office, as trustee for said beneficiaries; also,

If the said principal shall suspend payment or become insolvent or a receiver shall be appointed therefor, the undersigned surety will pay said awards to the extent of its liability under this bond upon the expiration of 30 days after the same become final, without any regard to any proceedings for the liquidation or reinstatement of said principal as an insurance carrier; also,

As a cumulative remedy only, in the event said principal shall fail to pay any award which shall be rendered against it by said Workers' Compensation Appeals Board within 30 days after the same becomes final, it is expressly understood and agreed that any award may be rendered by said Board against the undersigned surety and in favor of said Insurance Commissioner or his successors in office, as trustee for the beneficiary of said award, without notice to said surety, for the amount of the unpaid portion of said award against said principal; also,

As an additional cumulative remedy, whenever any insurer fails to pay any award or awards rendered against it by the Workers' Compensation Appeals Board, if the compensation policy which was the basis of the award, or any portion of the liability under such policy, has been reinsured with the principal, it is expressly understood and agreed that an award may be rendered by said Board against the undersigned surety in favor of said Insurance Commissioner or his successors in office, as trustee for the beneficiary of said award, for the amount of the unpaid portion of said award; but such award shall cover and be binding only to the extent of the liability of the principal to the particular insurer on its reinsurance contract

The undersigned are held and firmly bound for the payment of all legal costs, including reasonable attorney's fees, incurred in all or any actions or proceedings taken to enforce payment of this bond, or payment of said awards, or said judgements against the undersigned surety.

The liability under this bond shall continue up to and including the 30th day of June, 20____, and thereafter until the filing of a new bond in the office of said Insurance Commissioner and the approval of said new bond by said Insurance Commissioner, as provided by Article 1, Chapter 3, Part 3, Division 2 of the Insurance Code of the State of California.

This bond is issued pursuant to Article 1, Chapter 3, Part 3, Division 2 of the Insurance Code of the State of California.

[OVER]

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CALIFORNIA CERTIFICATE OF AUTHORITY APPLICATION

In Witness Whereof, the principal hereto has caused its name to be signed, by its respective officers thereunto duly authorized, at _____ this ____ day of _____, 20____, and the
surety hereto has caused its name to be signed, by its respective officers thereunto duly authorized, at
_____ this ____ day of _____, 20____.

Principal

By _____

Surety

By _____